

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF INTER-COUNTY)	
RURAL ELECTRIC COOPERATIVE)	
CORPORATION, INC. FOR ADJUSTMENT TO)	CASE NO. 94-426
ITS RETAIL ELECTRIC POWER TARIFFS)	

O R D E R

Inter-County Rural Electric Cooperative Corporation, Inc. ("Inter-County") initiated this case to pass to its customers a decrease in power costs proposed by its wholesale power supplier, East Kentucky Power Cooperative, Inc. ("East Kentucky"). On July 26, 1995, the Commission approved changes in Inter-County's retail rates designed to reflect an annual wholesale power cost decrease from East Kentucky of \$1,205,531.

The Commission has now concluded the rehearing phase of the East Kentucky rate case and has determined that its rates should be decreased further. This will result in an additional wholesale power cost decrease for Inter-County of \$113,337, for an overall decrease of \$1,318,868. Accordingly, Inter-County's retail rates have been reduced, as set forth in Appendix A of this Order, to pass this further reduction of \$113,337 to its customers effective with service rendered on and after March 1, 1996.

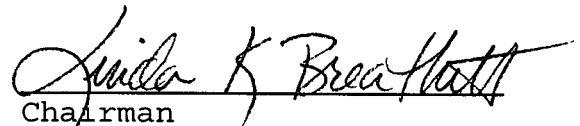
IT IS THEREFORE ORDERED that:


1. The rates in Appendix A, attached hereto and incorporated herein, are approved for service rendered on and after March 1, 1996.

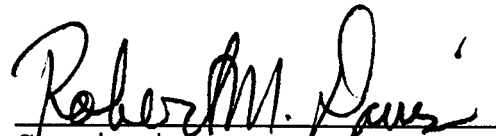
2. Within 20 days of the date of this Order, Inter-County shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky this 28th day of February, 1996.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 94-426 DATED FEBRUARY 28, 1996

The following rates and charges are prescribed for the customers in the area served by Inter-County Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

SCHEDULE 1 FARM AND HOME SERVICE

Rate:

First	500 KWH Per Month	\$0.06104 Per KWH
All over	500 KWH Per Month	0.05570 Per KWH

SCHEDULE 1-A FARM AND HOME MARKETING RATE

Rate:

All KWH Per Month	\$0.03342 Per KWH
-------------------	-------------------

SCHEDULE 2 SMALL COMMERCIAL AND SMALL POWER

Rate:

<u>Energy Charge</u>		
First	1,000 KWH Per Month	\$0.07029 Per KWH
All over	1,000 KWH Per Month	0.05780 Per KWH

SCHEDULE 4 LARGE POWER RATE (LPR)

Rate:

All KWH Per Month	\$0.04859 Per KWH
-------------------	-------------------

SCHEDULE 5
ALL ELECTRIC SCHOOL (AES)

Rate:

All KWH Per Month	\$0.05088 Per KWH
-------------------	-------------------

SCHEDULE 6
OUTDOOR LIGHTING SERVICE - SECURITY LIGHT

Rate:

7,000 Lumen Security Light	\$ 6.05 Per Lamp Per Month
4,000 Lumen Decorative Colonial	8.31 Per Lamp Per Month
27,000 Lumen Directional Floodlight	8.23 Per Lamp Per Month
50,000 Lumen Directional Floodlight	11.22 Per Lamp Per Month
27,500 Lumen Cobra Head	7.62 Per Lamp Per Month

SCHEDULE B 1
INDUSTRIAL RATE

Rate:

Energy Charge	\$0.02736 Per KWH
---------------	-------------------

SCHEDULE B 2
INDUSTRIAL RATE

Rate:

Energy Charge	\$0.02236 Per KWH
---------------	-------------------

SCHEDULE B 3
INDUSTRIAL RATE

Rate:

Energy Charge	\$0.02136 Per KWH
---------------	-------------------

SCHEDULE C 1
INDUSTRIAL RATE

Rate:

Energy Charge	\$0.02769 Per KWH
---------------	-------------------

SCHEDULE C 2
INDUSTRIAL RATE

Rate:

Energy Charge	\$0.02269 Per KWH
---------------	-------------------